1 DOUGLAS E. BROWN - SBN 010791 DAVID A. BROWN - SBN 006827 2 J ALBERT BROWN – SBN 030918 BROWN & BROWN LAW OFFICES, P.C. Post Office Box 489 Eagar, Arizona 85925 Phone: (928) 333-4717 4 DouglasBrown@outlook.com David@b-b-law.com 5 JABrown@b-b-law.com 6 Attorneys for the Monroe Lane Neighborhood Coalition 7

SUPERIOR COURT YAVAPAI COUNTY, ARIZONA

2015 FEB 12 PM 2: 25

DONNA MCQUALITY, CLERK

BY:____ J YOUNT

IN THE SUPERIOR COURT OF THE STATE OF ARIZONA

IN AND FOR THE COUNTY OF YAVAPAI

ľ		
9	GEORGE W. HANCE, et al.,	No. P1300 CV4772
10	Plaintiff,	Division 1
11	vs.	MOTION FOR EXTENSION OF TIME
12	WALES ARNOLD, et ux., et al.,	то овјест
13	Defendant.	
14	Defendant.	
15	In the matter of the VERDE DITCH COMPANY	
16		
		l

The undersigned counsel represents the Monroe Lane Neighborhood Coalition ("the Coalition") in the above-captioned proceedings. Members of the Coalition are identified in <u>ATTACHMENT A</u>. The Coalition includes a number of shareholders of the Verde Ditch Company. The Verde Ditch Company is represented by L. Richard Mabery.

Attorney Douglas E. Brown of Brown & Brown Law Offices contacted attorney Rick Mabery on February 3, 2015, to discuss an extension of the February 17, 2015, deadline to file objections to the proposed Memorandum of Understanding (later

25

17

18

19

20

21

22

23

24

8

2
 3

defined in this motion). Mr. Mabery said that he did not object to a 60-day extension of time to file objections, but stated that he did not have the authority to stipulate to such an extension of time.

Accordingly, and for the reasons set forth in this Motion, the Coalition requests that the Court grant an extension of the current February 17, 2015, deadline to object to the Memorandum of Understanding and that it vacate other deadlines and/or hearing dates so that they may be rescheduled after the new objection deadline. A separate motion for an expedited ruling and order is being simultaneously filed with this Motion.

MEMORANDUM.

A. History and Background.

The Verde Ditch Company operates the Verde Ditch, which is used to divert water from the Verde River to irrigate lands in and near Camp Verde, Arizona. These landowners hold shares in the Verde Ditch Company ("the Shareholders"). The shares correspond with a percentage of acreage served by the Verde Ditch. The Shareholders include the Coalition members, who constitute a portion of all the Shareholders.

The water that is diverted via the Verde Ditch is subject to a court decree that was issued on March 23, 1909, in the above-styled case, <u>Hance v. Arnold</u> ("the Decree"). On December 1, 2014, the Verde Ditch Company filed a petition with the Court that requested approval and implementation of the Memorandum of Understanding that was being negotiated ("the Petition" and "the Memorandum of Understanding," as the case may be). On December 4, 2014, the Court ordered that the Verde Ditch Company notify its shareholders of the Petition and the Memorandum of Understanding. By letter, dated December 19, 2014, the Verde Ditch Company notified the Shareholders of the Petition, the Memorandum of Understanding, and the associated deadlines for reviewing and objecting to the Memorandum of Understanding. A number of Coalition members did not

2 | 3

B. <u>The Significance of the Matter before the Court.</u>

December 19 notice until the second week of January 2015.

Coalition members began to request representation by the undersigned counsel on January 23, 2015. Due to conflict checks and their resolution, undersigned counsel was not retained by the Coalition until February 4, 2015. The Coalition members

Memorandum of Understanding and its potential impact on their water uses. For example:

procured legal counsel because they recognized the significance of the proposed

receive the December 19 notice from the Verde Ditch Company until after Christmas. In

some cases, Shareholders who are now members of the Coalition did not receive the

1. The Memorandum of Understanding contemplates the most substantive modification of the Decree in the Decree's entire 110-year-plus history.

2. Determination of the historically irrigated acreage under the Decree is the primary scope of the Memorandum of Understanding; however, different numbers have been presented, leaving an opportunity for adjusting the number of acres served by the Verde Ditch. The Petition states that there are approximately 1,100-1,400 acres of land receiving or believed to be entitled to receive water from the Verde Ditch. The December 19 notice letter states that there are currently over 1,200 acres of land that are receiving water or entitled to receive water from the Verde Ditch. Finally, the Memorandum of Understanding states that less than 1,100 acres are being irrigated. The Coalition believes that it should have a reasonable opportunity to review, comment and possibly object to the irrigated acreage identified in the Memorandum of Understanding and related materials. The Coalition also believes that it should have a reasonable opportunity to review, comment and possibly object to the procedures identified in the Memorandum of Understanding and related materials.

1 2

C. Practical Considerations Concerning the Timeframe.

The December 19, 2014, notice from the Verde Ditch Company identified the following deadlines that were set by the Court in its December 4, 2014, Order Regarding Petition for Approval of a Memorandum of Understanding and Authority for the Verde Ditch Commissioners to Proceed ("the December 2014 Court Order"):

- **February 17, 2015** Shareholders' objections to the Memorandum of Understanding are due.
- March 5, 2015 A hearing in <u>Hance v. Arnold</u> will be held at 1:30
 p.m. at the Camp Verde Judicial Center, Camp Verde, Arizona.
- August 3, 2015 A hearing is scheduled re: <u>Hance v. Arnold</u> at 9:00
 a.m. for the Court to consider modification of the Decree if the Memorandum of Understanding is approved.

The February 17, 2015, objection deadline provides less than two weeks for counsel to review the technical and legal issues in the Memorandum of Understanding and the Petition and to review the Coalition members' respective historical irrigation uses. The historically irrigated acreage issues are too complex to be understood in a two-week period. The Coalition intends to work with Herb Dishlip, the undersigned counsel's consultant who was at one time the Deputy Director of the Arizona Department of Water Resources. Mr. Dishlip is unable to meet with the Coalition and undersigned counsel until February 24. The Coalition members are currently gathering information about historical irrigation uses to review with him.

In addition to a 60-day extension of time to file objections to the Memorandum of Understanding, undersigned counsel believes that it would be prudent to vacate all of the other court hearings currently set in the December 2014 Court Order. For example, a half day hearing on the Memorandum of Understanding and potential objections

is currently set for March 5, 2015. If the 60-day extension is granted, this would occur before the parties had an opportunity to file their objections. The undersigned counsel believes that many issues associated with the Memorandum of Understanding can be resolved through negotiation and settlement. Brown & Brown Law Offices has successfully achieved settlements on the West Clear Creek Decree in the Verde Valley with the assistance of this Court. If settlement cannot be reached, then the Court may need to order discovery deadlines, deadlines for briefs and motions, hearings, and so forth – all of which cannot reasonably be accomplished by August 3, 2015, which is the date the December 2014 Court Order suggests the Decree be modified.

D. <u>Proposed Extension and Process.</u>

As proposed by the undersigned counsel, the new and extended deadline to file objections to the Memorandum of Understanding will be Friday, April 17, 2015. After the parties have had an opportunity to review the objections, they should confer with the Court in a telephonic status conference scheduled sometime in May. At this status conference, the Court and the parties can determine whether some issues can be settled or how the case should proceed.

CONCLUSION.

The Coalition and its counsel request that the Court extend the deadline to file objections to the Memorandum of Understanding from 17 February 2015 to 17 April 2015. As additional relief, the Coalition and its counsel ask the Court to vacate all hearings set forth in the December 2014 Court Order so that future hearings may be set in a May 2015 telephonic status hearing.

²⁵ Brown & Brown's attorneys will not be available from Tuesday, May 26 through Friday, May 29, 2015.

RESPECTFULLY SUBMITTED this 9th day of February 2015. 1 2 BROWN & BROWN LAW OFFICES, P.C. 3 4 Douglas E. B. 5 David A. Brown J Albert Prown 6 Post Office Box 489 Eagar, Arizona 85929 7 ORIGINAL of the foregoing mailed for filing this 4th day February, 2015 to: 8 9 Clerk of the Superior Court 10 Yavapai County - Division I 120 South Cortez Street 11 Prescott, Arizona 86303 12 COPIES of the foregoing mailed and emailed this 2^{+n} day of February, 2015, to: 13 14 Honorable David L. Mackey Judge of the Superior Court and 15 Master of the Verde Ditch Yavapai County Courthouse 16 120 South Cortez Street RM207 Prescott, Arizona 86303 17 L. Richard Mabery, Esq. (maberypc@cableone.net) 18 Law Offices of L. Richard Mabery, P.C. 234 North Montezuma Street 19 Prescott, Arizona 86301 20 Attorney for Verde Ditch Company 21 22 Henri Isaacson 23 24 25

1	ATTACHMENT A	
2	Members of the Monroe Lane Neighborhood Coalition	
3	Alan Cooley	
4	1697 South Monroe Lane Camp Verde, Arizona 86322	
5	Steven M. Borruso	
6	1925 South Monroe Lane	
7	Camp Verde, Arizona 86322	
8	Tim and Tamira Woodward 1725 Saki Minie Road	
9	Camp Verde, Arizona 86322	
10	Delbert "Chip" Norton Jr. and Kathleen Mary Davis Post Office Box 1671 (Mailing)	
11	1825 Monroe Lane (Physical) Camp Verde, Arizona 86322	
12	Law Wali and Gold	
13	Larry Watkins and Roxanne Stell Post Office Box 30368	
14	Flagstaff, Arizona 86003-0360	
15	Kevin Norton 536 West Sact Minie Road	
16	Camp Verde, Arizona 86322	
17	Rhonda Besanceney	
18	1925 South Monroe Lane Camp Verde, Arizona 86322	
19	Evelyn Hatcher	
20	1855 South Gamble Trail Camp Verde, Arizona 86322	
21	James and Lorraine Acheson	
22	Post Office Box 4544 1955 South Monroe Lane	
23	Camp Verde, Arizona 86322	
24		